

We claim:

1. A method of creating a tradable security based on the prospective income of a performer, the method comprising:
  - a) defining an asset value based on the prospective income of the performer, the tradable security value based on the asset value;
  - b) obtaining an agreement from the performer to create a repayment obligation based on a portion of an income stream that corresponds to the asset value;
  - c) create a first account; and
  - d) receiving payments towards the repayment obligation into the first account.
2. The method of claim 1, wherein step a) further comprises defining the asset value based on a professional sports contract to which the performer is a party.
3. The method of claim 1, wherein step a) further comprises defining the asset value based on the value based at least in part on a contingent portion of the prospective income.
4. The method of claim 3 wherein at least some of the contingent portion of the prospective income is based on the performer's performance in a professional sport.
5. The method of claim 3 wherein:

the performer is a participant in professional team sports; and

at least some of the contingent portion of the prospective income is team performance based.

6. The method of claim 1 wherein step a) further comprises determining a likelihood of the performer attaining one or more performance incentives available to the performer.

7. The method of claim 1 wherein step d) further comprises receiving payments towards the repayment obligation into the first account, the payments corresponding to funds received by the performer corresponding to the portion of the income stream that corresponds to the asset value.

8. A method comprising:

- a) obtaining an agreement from a performer to create a repayment obligation based on a portion of a prospective income stream of the performer, the portion of the prospective income stream including service-based income;
- b) selling a security having a value based on a value of the repayment obligation;
- c) creating a first account; and
- d) receiving payments towards the repayment obligation into the first account.

9. The method of claim 8, wherein step b) further comprises selling a tradable security having the value based on the value of the first account.

10. The method of claim 8, further comprising:
  - e) redeeming the security using funds from the first account.
11. The method of claim 8, wherein the portion of the repayment obligation is based at least in part on contingent prospective income of the performer.
12. The method of claim 11, wherein the contingent prospective income is defined in a professional sports contract.
13. The method of claim 11 wherein at least some of the contingent prospective income is based on the performer's performance in a professional sport.
15. The method of claim 11 wherein:
  - the performer is a participant in professional team sports; and
  - at least some of the contingent prospective income is team performance based.
16. The method of claim 1 wherein step a) further comprises determining a likelihood of the performer attaining one or more performance incentives available to the performer.
17. An apparatus comprising:
  - an input for receiving a total number of security instruments having a value based on realized prospective income of a performer;
  - a processing device operable to

obtain a final obligation value, the final obligation value based on the realized prospective income of the performer, the realized prospective income being service based, determine a redemption value of a security instrument based on the final obligation value and the realized prospective income; provide information representative of the redemption value to an output.

18. The apparatus of claim 17, wherein the realized prospective income includes realized contingent income.

19. The apparatus of claim 18, wherein the realized prospective income includes realized base income.

20. An agreement comprising:

- a) a promise by a performer to pay a repayment obligation, the repayment obligation based upon prospective service based income of the performer; and
- b) a promise by a second party to oversee funds deposited in an account on behalf of holders of security instruments, the funds corresponding to the repayment obligation.

21. The agreement of claim 20, further comprising a promise by the performer to deposit the funds into the account.

22. The agreement of claim 20, further comprising a promise by the performer to periodically deposit an amount of funds into the account, the amount of funds based on the repayment obligation and a performance level of the performer.